The Manitoba Habitat Heritage Corporation

Financial Statements
2008/2009

Responsibility for Financial Reporting

The Manitoba Habitat Heritage Corporation

The management of the Manitoba Habitat Heritage Corporation is responsible for the integrity, objectivity and reliability of the financial statements, accompanying notes and other financial information in the annual report.

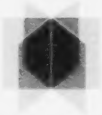
Management maintains internal control systems to ensure that transactions are accurately recorded in accordance with established policies and procedures. In management's opinion, the financial statements have been properly prepared and out of necessity, include some amounts based upon management's best estimate and judgments up to May 27, 2009.

The responsibility of the Auditor General and staff is to express an independent opinion on whether the financial statements are fairly presented in accordance with Canadian generally accepted accounting principles. The auditors' report outlines the scope of the auditors' examination and provides the audit opinion.

Acting Chief Executive Officer

Manager of Financial Services

May 27, 2009



OFFICE OF THE
AUDITOR GENERAL
MANITOBA

AUDITORS' REPORT

To the Legislative Assembly of Manitoba, and
To the Board of Directors of the Manitoba Habitat Heritage Corporation

We have audited the statement of financial position of The Manitoba Habitat Heritage Corporation as at March 31, 2009 and the statements of operations and changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Office of the Auditor General

Office of the Auditor General

Winnipeg, Manitoba
May 27, 2009

500 - 330 Portage Avenue Winnipeg, Manitoba, CANADA R3C 0C4

THE MANITOBA HABITAT HERITAGE CORPORATION

Statement of Financial Position
as at March 31, 2009
(with comparative figures for 2008)

	North American Waterfowl Management Plan	Riparian Program	Capital Assets	Inter Plan/ Program Eliminations	2009	2008
ASSETS						
Current Assets						
Cash	$450,748	$88,658	$133,674		$673,080	$156,498
Funds on deposit with Province of Manitoba (Note 4)	167,391	129,109	345,090		641,590	540,253
Accounts receivable						
Government of Canada	111,183	8,894	31,225		151,302	245,513
Province of Manitoba	135,275	32,660	70,000		237,935	419,941
Delta Waterfowl Foundation			8,175		8,175	19,586
Ducks Unlimited Canada	136,687		60,943		197,630	
Other	5,525				5,525	13,958
Manitoba Agro Woodlot Program						17,431
Due from Riparian Program	47,124			$(47,124)		
Prepaid expenses	27,873				27,873	34,001
	1,081,806	259,321	649,107	(47,124)	1,943,110	1,447,181
Capital Assets (Note 7)			8,326,552		8,326,552	7,189,531
Trust Assets (Note 12)					1,081,387	1,260,654
TOTAL ASSETS	$1,081,806	$259,321	$8,975,659	$(47,124)	$11,351,049	$9,897,366
LIABILITIES						
Current Liabilities						
Accounts payable and accrued liabilities	$77,211	$7,278	$97,160		$181,649	$228,301
Due to North American Waterfowl Management Plan		47,124		$(47,124)		
Deferred contributions related to operations (Note 5)	323,010	191,085			514,095	268,514
Deferred contributions related to capital assets (Note 6)			544,904		544,904	521,531
	400,221	245,487	642,064	(47,124)	1,240,648	1,018,346
FUND BALANCES						
Invested in Capital Assets			8,333,595		8,333,595	7,105,622
Unrestricted	681,585	13,834			695,419	512,744
Trust Liabilities (Note 12)					1,081,387	1,260,654
TOTAL LIABILITIES & FUND BALANCES	$1,081,806	$259,321	$8,975,659	$(47,124)	$11,351,049	$9,897,366

On behalf of the Board:

Director

Director

The accompanying notes are an integral part of these financial statements.

THE MANITOBA HABITAT HERITAGE CORPORATION

Statement of Operations and Changes in Fund Balances for the year ended March 31, 2009 (with comparative figures for 2008)

	North American Waterfowl Management Plan	Riparian Program	Capital Assets	Inter Plan/ Program Eliminations	2009	2008
REVENUE						
Government of Canada contributions	$351,275	$90,000			$441,275	$532,820
Province of Manitoba contributions	753,990	137,603			891,593	736,993
Highways Mitigation Fund, Province of Manitoba	88,963				88,963	
Contributed services, Province of Manitoba	23,285	5,075			28,360	98,908
Delta Waterfowl Foundation	209,397				209,397	19,586
Ducks Unlimited Canada	39,527				39,527	
Donations	778				778	250
Interest income	4,182	4,976			9,158	11,882
Other	42,778	30			42,808	31,654
Management fees (Note 13)	85,681			$(33,692)	51,989	59,349
	1,599,856	237,684		(33,692)	1,803,848	1,491,442
EXPENSES						
Amortization of capital assets			$34,948		34,948	33,409
Service delivery – Schedule 1	1,338,705				1,338,705	1,296,272
– Schedule 2		271,843		(33,692)	238,151	212,529
	1,338,705	271,843	34,948	(33,692)	1,611,804	1,542,210
Excess (deficiency) of revenue over expenses	261,151	(34,159)	(34,948)		192,044	(50,768)
FUND BALANCES						
Fund balances, beginning of year	464,751	47,993	7,105,622		7,618,366	6,861,505
Investment in capital assets			1,158,604		1,158,604	778,929
Donated land and land use rights			60,000		60,000	28,700
Interfund transfers (Note 8)	(44,317)		44,317			
Fund balances, end of year	$681,585	$13,834	$8,333,595		$9,029,014	$7,618,366

The accompanying notes are an integral part of these financial statements.

THE MANITOBA HABITAT HERITAGE CORPORATION

Statement of Cash Flows
for the year ended March 31, 2009
(with comparative figures for 2008)

	North American Waterfowl Management Plan	Riparian Program	Capital Assets	Inter Plan/ Program Eliminations	2009	2008
OPERATING ACTIVITIES						
Excess (deficiency) of revenue over expenses	$261,151	$(34,159)	$(34,948)		$192,044	$(50,768)
Amortization of capital assets			34,948		34,948	33,409
Net change in non-cash working capital	(237,371)	2,867			(234,504)	(1,609)
Increase in deferred contributions related to operating activities	323,010	95,920			418,930	31,407
Net cash used in operating activities	346,790	64,628			411,418	12,439
FINANCING AND INVESTING ACTIVITIES						
Purchase of capital assets			(44,317)		(44,317)	(30,308)
Net change in accounts receivable for acquisition of land rights			123,510		123,510	(265,354)
Received restricted grants for purchase of land rights			1,158,604		1,158,604	778,929
Acquisition of land rights with restricted grants			(1,067,651)		(1,067,651)	(833,584)
Net change in accounts payable for acquisition of land rights			12,982		12,982	49,424
Increase in deferred contributions related to capital assets			23,373		23,373	207,406
Received donation of land and land rights			60,000		60,000	28,700
Acquisition of donated land and land rights			(60,000)		(60,000)	(28,700)
Net cash used in financing and investing activities			206,501		206,501	(93,487)
Net increase (decrease) in cash	346,790	64,628	206,501		617,919	(81,048)
Cash and cash equivalents, beginning of year	315,666	153,139	227,946		696,751	777,799
Interfund transfers	(44,317)		44,317			
Cash and cash equivalents, end of year	$618,139	$217,767	$478,764		$1,314,670	$696,751
Cash and cash equivalents consist of :						
Cash	$450,748	$88,658	$133,674		$673,080	$156,498
Funds on deposit with Province of Manitoba	167,391	129,109	345,090		641,590	540,253
	$618,139	$217,767	$478,764		$1,314,670	$696,751

The accompanying notes are an integral part of these financial statements.

THE MANITOBA HABITAT HERITAGE CORPORATION

Notes to Financial Statements
March 31, 2009

1. Nature of Organization

The Manitoba Habitat Heritage Corporation (hereinafter called "the Corporation") was established in 1986 as a Crown Corporation under *The Manitoba Habitat Heritage Act*. The objectives of the Corporation are the conservation, restoration and enhancement of Manitoba fish and wildlife habitat and the associated fish and wildlife populations. Donations to the Corporation are tax deductible by the donor pursuant to *The Income Tax Act*, as gifts to Her Majesty. The Corporation is involved in the following initiatives:

a) The North American Waterfowl Management Plan (NAWMP)

Under Order-in-Council 634/89, the Corporation is authorized to be the Provincial agency responsible for coordinating the delivery of the North American Waterfowl Management Plan in Manitoba.

b) The Riparian Program (RP)

In January, 1994, the Board of Directors of the Corporation directed staff to develop a strategy to deal with protection, restoration and enhancement of riparian habitat in agro-Manitoba. In fiscal year 2002/03, the name of the program was changed from Green Banks to the Riparian Stewardship Program. In 2006/07 it was changed to the Riparian Program to reflect the broadening of the program activities.

A management fee is charged by the Corporation for services provided by NAWMP to this program.

2. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The significant accounting policies are:

a) Revenue Recognition

The Corporation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Restricted contributions relating to land and land use rights, which are not amortized, are accounted for as increases in the Capital Assets Fund balance when the capital asset is purchased. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Management fees are recognized as revenue in the year the service is provided.

2. Significant Accounting Policies (continued)

b) Capital Assets

The Capital Assets Fund reports the Corporation's capital assets and related amortization expenses.

Purchased capital assets are recorded at cost and donated capital assets are recorded at fair market value at the date the asset is donated.

Amortization of capital assets is recorded on a straight-line basis over the estimated useful lives of the capital assets at the rates indicated below.

Computer hardware	-	20%
Computer software	-	33%
Equipment	-	10%
Furniture and fixtures	-	10%

c) Contributed Services

Services had been contributed by the Province of Manitoba's Department of Water Stewardship, Ecological Services Division to the Corporation up until July 4, 2008 with the retirement of long time CEO, Lorne Colpitts. Contributed services are recorded at cost, which is fair value.

d) Use of Estimates

In preparing the Corporation's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

e) Financial Instruments - Recognition and Measurement

Section 3855 prescribes the criteria for recognition and presentation of financial instruments on the statement of financial position and the measurement of financial instruments according to prescribed classifications. Under this section, financial assets and liabilities are initially recorded at fair value. This section also addresses how financial instruments are measured subsequent to initial recognition and how the gains and losses are recognized.

2. Significant Accounting Policies (continued)

The Corporation is required to designate its financial instruments into one of the following five categories: held for trading; available for sale; held to maturity; loans and receivables; and other financial liabilities. All financial instruments classified as held for trading or available for sale are subsequently measured at fair value with any change in fair value recorded in net earnings and fund balances, respectively. All other financial instruments are subsequently measured at amortized cost.

The Corporation has designated its financial instruments as follows:

Cash is classified as a financial asset held for trading and is measured at fair value with gains and losses recognized in net earnings. This financial asset is recorded at a carrying value that approximates its fair value.

Funds on Deposit with Province of Manitoba are classified as held to maturity. These financial assets are recorded at their amortized cost using the effective interest rate method.

Accounts receivable are classified as loans and receivables. These financial assets are recorded at their amortized cost using the effective interest rate method.

Accounts payable and accrued liabilities are classified as other financial liabilities. These financial liabilities are recorded at their amortized cost using the effective interest rate method.

The fair value of Funds on Deposit with Province of Manitoba, accounts receivable, accounts payable and accrued liabilities approximates their carrying values due to their short-term maturity and the fact the majority of these instruments are associated with government entities.

Management of Risk:

The Corporation's financial instruments consist of cash, Funds on Deposit with Province of Manitoba, accounts receivable, accounts payable and accrued liabilities.

Unless otherwise noted, it is management's opinion that the entity is not exposed to significant interest, currency or credit risk arising from these financial instruments.

2. Significant Accounting Policies (continued)

f) Capital Disclosures

The Corporation's objective when managing capital is to maintain sufficient capital to cover its costs of operations and to draw on the maximum funds available for environmental projects which fall under its mandate. Capital consists of the unrestricted net assets in the amount of $695,419 (2008 $512,744) and externally restricted funds recorded as Deferred Contributions (see notes 5 and 6). All externally restricted capital must be disbursed on predetermined expenses outlined by the funder or returned to the funder within a specified time period. There were no changes in the Corporation's approach to capital management during the period.

3. New Accounting Policies

a) Section 1535 Capital Disclosures

Effective April 1, 2008, MHHC adopted CICA Section 1535 Capital Disclosures which establishes standards for disclosing information about an entity's capital and how it is managed. These standards require an entity to disclose its objectives, polices and processes for managing capital, a summary of quantitative data about what it manages as capital and whether it complied with any externally-imposed capital requirements to which it is subject and if not, the consequences of such non-compliance. This new section requires additional disclosure in the financial statements.

b) Sections 3862 and 3863 Financial Instruments

The CICA has issued two new standards , CICA 3862: Financial Instruments – Disclosures and CICA 3863:Financial Instruments – Presentation, which enhance the abilities of users of financial statements to evaluate the significance of financial instruments to an entity, related exposures and the management of these risks. CICA eliminated the requirement for not-for-profit entities to adopt these sections. The Corporation has continued to apply Section 3861: Financial Instruments-Disclosure and Presentation in place of sections 3862 and 3863.

4. Funds on Deposit with Province of Manitoba

Funds on deposit with the Province of Manitoba will mature between April 27, 2009, and May 13, 2009, yielding 0.7% and 0.55% respectively.

5. Deferred Contributions Related to Operations

Deferred contributions reported in the respective funds relate to restricted funding received in the current period that is related to expenses of future periods.

Changes in the deferred contributions balance reported in the respective funds are as follows:

	NAWMP	RP	2009 Total	2008 Total
Balance, beginning of year		$268,514	$268,514	$237,107
Less: revenue recognized in the year		(137,429)	(137,429)	(91,993)
Add: revenue received related to the following year	$323,010	60,000	383,010	123,400
Balance, end of year	$323,010	$191,085	$514,095	$268,514

NAWMP Program

$188,010.00 was received from the Province of Manitoba for the delivery and habitat securement costs of the Wetland Restoration Incentive Program (WRIP). $135,000 was also received from the Province of Manitoba to compensate for the additional salary and related expenses to support the Chief Executive Officer position which has now become the financial responsibility of the Corporation. This grant is to be applied in the 2009/10 fiscal year.

Riparian Program

The balance of $67,107, originating from the Manitoba Rural Adaptation Council, is restricted for riparian conservation and enhancement activities. The balance of $14,456 is restricted to the Watershed Management Planning Program. The remainder of $109,522 is restricted for the delivery of riparian easements.

6. Deferred Contributions Related to Capital Assets

Deferred contributions reported in the Capital Assets Fund represent restricted contributions received with which land and land use rights will be purchased. When the land and land use rights are purchased the related restricted contributions will be transferred from deferred contributions related to capital assets to the Capital Assets Fund balance.

Changes in the deferred contributions balance in the Capital Assets Fund are as follows:

	NAWMP	RP	2009 Total	2008 Total
Balance, beginning of year	$210,102	$311,429	$521,531	$314,125
Add: Contributions received	84,123	140,000	224,123	275,255
Add: Interest Earned				5,186
Less: Amounts transferred to fund balance	(156,669)	(44,081)	(200,750)	(73,035)
Balance, end of year	$137,556	$407,348	$544,904	$521,531

The balance of $544,904 is restricted to signed conservation agreements (land use rights) with landowners, and staff time to complete the projects.

The contributions received in 2009 totalled $224,123 consisting of, $140,000 from the Province of Manitoba, $15,600 from the Turtle Mountain Conservation District, $29,673 from the R.M. of Riverside and $38,850 from Wildlife Habitat Canada. In comparison the contributions received in 2008 included, $228,445 from the Province of Manitoba, and $46,810 from the Turtle Mountain Conservation District.

Notes to Financial Statements
March 31, 2009

7. Capital Assets

	Cost	Accumulated Amortization	Net Book Value 2009	2008
Land and land use rights	$8,208,854		$8,208,854	$7,081,203
Computer hardware	235,083	$191,452	43,631	53,641
Computer software	74,843	58,565	16,278	15,199
Equipment	122,024	67,562	54,462	36,005
Furniture and fixtures	59,911	56,584	3,327	3,483
Total capital assets	$8,700,715	$374,163	$8,326,552	$7,189,531

Purchases of capital assets in the period are as follows:

	2009	2008
Land and land use rights	$1,127,651	$862,624
Computer hardware	7,960	18,421
Computer software	9,543	8,412
Equipment	23,699	3,135
Furniture and fixtures	3,115	
	$1,171,968	$892,592

The sources of funding for land and land use rights are as follows:

	2009	2008
Environment Canada	$398,850	$298,980
Delta Waterfowl Foundation / U.S. Fish & Wildlife	335,021	356,911
Ducks Unlimited Canada	158,103	
Manitoba Water Stewardship	44,081	54,938
Manitoba Infrastructure and Transportation	67,706	
Manitoba Conservation Districts	2,740	23,310
Manitoba Conservation		340
Wildlife Habitat Canada	61,150	99,445
Donations	60,000	28,700
	$1,127,651	$862,624

8. Interfund Transfers

In 2009, $44,317 was transferred from the NAWMP operating funds to the Capital Asset Fund in order to fund the cash outlays for capital asset acquisitions. In 2008 $30,308 was transferred from NAWMP for the same purpose. No money was transferred from the RP operating funds for capital purchases in either fiscal year.

9. Operational Commitments

a) The Corporation leases space under existing leases for six NAWMP offices. The minimum annual lease payments for the next four years are as follows:

2010	$61,250
2011	$50,270
2012	$49,070
2013	$36,803

b) The Corporation leases vehicles and office equipment under NAWMP. The minimum annual lease payments for the next three years are as follows:

2010	$7,478
2011	$5,085
2012	$5,085

10. Capital Commitments

At March 31, 2009, the NAWMP and RP had signed several commitments to purchase conservation agreements. These conservation agreements (CAs) are to be paid out upon filing of the caveats associated with each CA in the 2010 fiscal year. These commitments to March 31, 2009 totalled approximately $28,043, however, $128,492 worth of CAs negotiated in 2009 were signed in the month of April increasing the total commitments in the 2010 fiscal year to $156,535. (2008 - $238,532)

11. Group Registered Pension Plan (RPP) Employee Benefits

Under the terms of the Corporation's RPP program, employee contributions to RPP's are matched by the Corporation on a current basis. As a result, the Corporation has no future pension benefit liability to employees. The amounts paid by the Corporation in 2009 were $22,317 (2008 - $22,194). All funds contributed to the RPP are paid to and administered by Manulife Financial.

12. Trust Assets and Liabilities

The Corporation holds assets in trust as follows:

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	$488,107	$667,374
Land	593,280	593,280
	$1,081,387	$1,260,654

Details relating to the parties involved and the assets held are included in notes (a) to (e) which follow.

a) The Critical Wildlife Habitat Program (CWHP)

The Corporation provides support to the Wildlife and Ecosystem Protection Branch of Manitoba Conservation for the CWHP.

The Corporation holds title, in trust, to a portfolio of land and provides banking and financial services for CWHP funds held in trust. A management fee is allowed, under the agreement, to be charged by the Corporation to the CWHP for these services. Disbursements, from the funds held in trust, are made at the direction of the Wildlife and Ecosystem Protection Branch.

Trust assets held by the Corporation on behalf of this program include:

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	$199,402	$278,458
Land Portfolio	593,280	593,280
	$792,682	$871,738

12. Trust Assets and Liabilities (continued)

b) The Manitoba Agro Woodlot Program (MAWP)

On November 1, 2004 the Corporation began providing administrative support to Manitoba Agriculture, Food and Rural Initiatives (MAFRI) for the MAWP.

The Corporation provided banking and financial services for MAWP funds held in trust up to and including August 31, 2008 at which time MAFRI absorbed the entire program into the Civil Service. A management fee was allowed, under the agreement, to be charged by the Corporation to the MAWP/MAFRI for these services. Disbursements, from the funds held in trust, were made at the direction of Manitoba Agriculture, Food and Rural Initiatives.

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	Nil	$71,365

c) Prairie Habitat Joint Venture Advisory Board (PHJV)

On May 12, 1990 Manitoba officially joined the PHJV Advisory Board. The PHJV Board's purpose is to oversee implementation of the NAWMP through a joint venture among participating agencies within the prairie provinces. PHJV agreed that the partner agencies would contribute to the costs of a Policy Committee with the Corporation holding the funds in trust.

Trust assets held by the Corporation on behalf of this program include:

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	$160,031	$181,275

12. Trust Assets and Liabilities (continued)

d) Oak Hammock Marsh Wildlife Management Area (OHM-WMA)

On October 2, 2003 the Province of Manitoba, the Corporation and Ducks Unlimited Canada signed a five year infrastructure agreement. The Province of Manitoba and Ducks Unlimited Canada agreed to contribute to the costs of restoration to the OHM-WMA with the Corporation holding the funds in trust.

Trust assets held by the Corporation on behalf of this program include:

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	$128,674	$146,185

e) Prairie Species at Risk Beneficial Management Practices Project (SAR - BMP)

On July 4, 2006 the Corporation entered into a two year agreement with Agriculture and Agri Food Canada under their Greencover Canada Program to hire two consultants to undertake the development and implementation of a "Beneficial Management Practices" package for producers focusing on Species at Risk. The Corporation agreed to hold the funds in trust. The negative cash balance illustrates that The Corporation was lending cash to the program while their funding is based on an expense recovery system.

Trust assets held by the Corporation on behalf of this program include:

	2009	2008
Cash and Funds on Deposit with Province of Manitoba	Nil	($9,909)

Notes to Financial Statements
March 31, 2009

13. Management Fees

The Corporation charges for services provided by NAWMP to other programs as follows:

	2009	2008
RP	$34,342	$99,032
MAWP	9,483	19,289
Miscellaneous	Nil	3,458
CWHP	41,856	36,602
	$85,681	$158,381

14. Economic Dependence

The Corporation is economically dependent on the Province of Manitoba to provide the majority of its operational funding.

15. Disclosure Required by the Public Sector Compensation Disclosure Act

Remuneration paid to Board members during the year, in aggregate, totalled $6,300 (2008 - $4,025). Six contract employees were paid the following amounts in the fiscal year:

	2009	2008
T. Sopuck, Acting, Chief Executive Officer	$92,598	$82,199
C. Hullick, Habitat Field Manager	53,644	N/A
G. Ouellette, Manager of Financial Services	64,237	55,049
G. Forsyth, Field Representative	54,739	53,422
R. Bullion, Field Representative	54,739	53,422
A. Bourrier, Field Representative	54,739	53,457

16. Future Accounting Changes

Not-For-Profit Organizations

The CICA amended a number of standards applicable to not-for-profit organizations (NFPOs) and issued new standard, CICA 4470 Disclosures of Allocated Expenses by Not-for-Profit Organizations.

CICA 4400 Financial Statement Presentation by Not-For-Profit Organizations was amended to:

- eliminate the requirement to treat net assets invested in capital assets as a separate component of net assets and, instead, permit a not-for-profit organization (NFPO) to present such an amount as a category of internally restricted net assets when it chooses to do so;

- clarify that revenues and expenses must be recognized and presented on a gross basis when a not-for-profit organization is acting as a principal in transactions;

- make Section 1540 Cash Flow Statements applicable to NFPOs; and

- make Section 1751 Interim Financial Statements applicable to NFPOs that prepare interim financial statements in accordance with GAAP.

Section 4430 Capital Assets Held by Not-For-Profit Organizations was amended to provide additional guidance with respect to the appropriate use of the scope exemption for smaller entities.

Section 4460 Disclosure of Related Party Transactions by Not-For-Profit Organizations was amended to make the language in Section 4460 consistent with Section 3840 Related Party Transactions.

New Section CICA 4470 Disclosure of Allocated Expenses by Not-For-Profit Organizations establishes disclosure standards for not-for-profit organizations that choose to classify their expenses by function and allocate expenses from one function to another. The main features of the new Section are:

- a requirement for an entity that allocates its fundraising and general support expenses to other functions to disclose the policies adopted for the allocation of expenses among functions, the nature of the expenses being allocated and the basis on which such allocations have been made; and

- a requirement for an entity to disclose the amounts allocated from each of its fundraising and general support functions and the amounts and functions to which they have been allocated.

These new requirements are effective April 1, 2009 and will only require additional disclosure in the financial statements.

THE MANITOBA HABITAT HERITAGE CORPORATION
NORTH AMERICAN WATERFOWL MANAGEMENT PLAN

Schedule 1

Schedue of Expenses for the year ended March 31, 2009 (with comparative figures for 2008)

	2009	2008
EXPENSES		
Habitat ctivities		
Slaries and benefits	$389,315	$390,229
Field office operations	79,849	70,830
Staff support	88,749	78,674
Nest baskets	45,800	52,821
Land leases	714	714
Habitat development	7,412	17,006
Wetland restoration	30,356	
Property taxes	14,208	13,870
	656,403	624,144
Evaluatio	98,029	85,046
Communications		
Salaries and benefits	91,250	95,832
Program delivery	39,544	39,275
	130,794	135,107
Program coordination		
Salaries and benefits	249,483	242,880
Rent	43,288	42,907
Office	59,334	56,885
Other	27,632	36,550
Professional fees	49,159	43,428
Board meetings and remuneration	10,654	5,837
Travel	13,929	23,488
	453,479	451,975
TOTAL EXPENSES	$1,338,705	$1,296,272

THE MANITOBA HABITAT HERITAGE CORPORATION
RIPARIAN PROGRAM

Schedule 2

Schedule of Expenses for the year ended March 31, 2009
(with comparative figures for 2008)

	2009	2008
EXPENSES		
Habitat activities		
Salaries and benefits	$37,166	$21,459
Field office operations	5,995	2,341
Staff support	14,420	3,363
Workshop expenses		538
Habitat management fees	20,000	25,000
	77,581	52,701
Evaluation	6,842	
Communications		
Salaries and benefits	507	1,770
Program delivery	7,766	14,071
Communication management fees		15,083
	8,273	30,924
Program coordination		
Salaries and benefits	58,249	59,562
Rent	7,214	5,833
Office	2,705	2,766
Other	1,053	993
Professional fees	93,900	84,485
Travel	9,176	13,585
Coordination management fees	6,850	60,712
	179,147	227,936
TOTAL EXPENSES	$271,843	$311,561

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